



Press Release

K.D. Liquor & Fertilizer Private Limited

January 27, 2023

Rating

Instrument/ Facility	Amount (Rs. crore)	Rating	Rating Action	Complexity Indicator
Long Term Bank Facilities	49.85	IVR BBB-/Stable (IVR Triple B Minus with Stable outlook)	Reaffirmed and withdrawn	Simple
Short Term Bank Facilities	1.50	IVR A3 (IVR A Three)	Reaffirmed and withdrawn	Simple
Total	51.35 (Rs Fifty-One crore and Thirty Five lakh only)			

Details of Facilities are in Annexure 1

Detailed Rationale, Key Rating Drivers and Detailed description of the key rating drivers

Infomerics has reaffirmed and withdrawn the outstanding rating of 'IVR BBB-/Stable (IVR Triple B Minus with Stable outlook) and IVR A3 (IVR A Three) assigned to the bank facilities of K. D. Liquor & Fertilizer Pvt. Ltd. (KDL) with immediate effect. The above action has been taken at the request of KDL and 'No Objection Certificate' received from its lender, State Bank of India, which have extended the facilities rated by Infomerics. ([Key Rating Drivers and Detailed description are as per the last Press Release dated February 10 ,2022](#)).

Analytical Approach: Standalone

Applicable Criteria:

[Policy on Withdrawal of ratings](#)

[Criteria for assigning rating outlook](#)

[Financial Ratios & Interpretation \(Non-Financial Sector\)](#)

[Rating Methodology for Manufacturing Companies](#)

About the Company

Incorporated in 1995 by Mr. Pradyut Sinha and Mr. Kamal Pandey of West Bengal (promoter directors), K.D. Liquor & Fertilizer Pvt. Ltd. (KDL) is engaged in country liquor bottling in the



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state of West Bengal. The company has its bottling plant based at Nadia District of West Bengal with an annual capacity of 10,36,80,000 bottles. KDL sales its products under the brands named “Bengal Tiger” and ‘Uddan’ which are well established in Nadia and Burdwan district and have spread to Hoogly, Haldia, Dankuni regions through tie-up manufacturing units. This apart, the company was empanelled with National Highway Authority for collection toll and operation of toll plaza. During FY20, the company obtain a toll collection project for three months at NH-23 Sosokhurd Fee Plaza in Jharkhand. However, the same was discontinued from January 2021.

Mr. Panday looks after the marketing and expansion, Mr. Karan Jaiswal is overlooking the finance function and operations, while Mr. Sinha is looking after the regular affairs of the company.

Financials of KDL (Standalone):

(Rs. crore)

For the year ended* / As On	31-03-2021	31-03-2022
	Audited	Audited
Total Income	163.32	203.50
EBITDA	12.63	11.69
PAT	6.57	6.16
Total Debt	44.39	54.92
Tangible Net worth	50.56	56.72
EBITDA Margin (%)	7.78	5.81
PAT Margin (%)	4.02	3.03
Overall Gearing Ratio (x)	0.88	0.97

*Classification as per Infomerics' standards.

Status of non-cooperation with previous CRA: Issuer non-cooperating from India Rating vide PR dated June 03, 2022 due to non-submission of information.

Any other information: Nil



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Rating History for last three years:

Sr. No.	Name of Facilities	Current Rating (Year 2022-23)			Rating History for the past 3 years			
		Type	Amount outstanding (Rs. Cr)	Rating	Date(s) & Rating(s) assigned in 2021-22 (Feb 10, 2022)	Date(s) & Rating(s) assigned in 2020-21		Date(s) & Rating(s) assigned in 2019-20 (Aug 30, 2019)
						(Nov 12, 2020)	(Aug 07, 2020)	
1.	Cash Credit	Long Term	42.00	IVR BBB-/ Stable Withdrawn	IVR BBB-/ Stable	IVR BBB-/ Stable	IVR BBB-/ Stable	IVR BBB-/ Stable
2.	ABL (Dropline OD)	Long Term	5.30	IVR BBB-/ Stable Withdrawn	IVR BBB-/ Stable	-	-	-
3.	GECL	Long Term	2.55	IVR BBB-/ Stable Withdrawn	IVR BBB-/ Stable	-	-	-
4.	Bank Guarantee	Short Term	1.50	IVR A3 Withdrawn	IVR A3	IVR A3	IVR A3	IVR A3
5.	Working Capital Demand Loan	-	-	-	-	-	Withdrawn	IVR BBB-/ Stable
6.	ILC	-	-	-	Withdrawn	IVR A3	IVR A3	IVR A3

Name and Contact Details of the Rating Analyst:

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About Infomerics:

Infomerics was founded in the year 1986 by a team of highly experienced and knowledgeable finance professionals. Subsequently, after obtaining Securities Exchange Board of India registration and RBI accreditation and the activities of the company are extended to External Credit Assessment Institution (ECAI).

Adhering to best International Practices and maintaining high degree of ethics, the team of knowledgeable analytical professionals deliver credible evaluation of rating.



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Infomerics evaluates wide range of debt instruments which helps corporates open horizons to raise capital and provides investors enlightened investment opportunities. The transparent, robust and credible rating has gained the confidence of Investors and Banks.

Infomerics has a pan India presence with Head Office in Delhi, branches in major cities and representatives in several locations.

For more information visit www.infomerics.com

Disclaimer: Infomerics ratings are based on information provided by the issuer on an 'as is where is' basis. Infomerics credit ratings are an opinion on the credit risk of the issue / issuer and not a recommendation to buy, hold or sell securities. Infomerics reserves the right to change or withdraw the credit ratings at any point in time. Infomerics ratings are opinions on financial statements based on information provided by the management and information obtained from sources believed by it to be accurate and reliable. The credit quality ratings are not recommendations to sanction, renew, disburse or recall the concerned bank facilities or to buy, sell or hold any security. We, however, do not guarantee the accuracy, adequacy or completeness of any information, which we accepted and presumed to be free from misstatement, whether due to error or fraud. We are not responsible for any errors or omissions or for the results obtained from the use of such information. Most entities whose bank facilities/instruments are rated by us have paid a credit rating fee, based on the amount and type of bank facilities/instruments. In case of partnership/proprietary concerns/Association of Persons (AOPs), the rating assigned by Infomerics is based on the capital deployed by the partners/proprietor/ AOPs and the financial strength of the firm at present. The rating may undergo change in case of withdrawal of capital or the unsecured loans brought in by the partners/proprietor/ AOPs in addition to the financial performance and other relevant factors.

Annexure 1: Details of Facilities

Name of Facility	Date of Issuance	Coupon Rate/ IRR	Maturity Date	Size of Facility (Rs. Crore)	Rating Assigned/ Outlook
Cash Credit	-	-	-	42.00	IVR BBB- /Stable Withdrawn
ABL (Dropline OD)	-	-	-	5.30	IVR BBB- /Stable Withdrawn
GECL	-	-	Nov 2024	2.55	IVR BBB- /Stable Withdrawn
Bank Guarantee	-	-	-	1.50	IVR A3 Withdrawn

Annexure 2: List of companies considered for consolidated analysis: Not Applicable.

Annexure 3: Facility wise lender details:

<https://www.infomerics.com/admin/prfiles/Len-KD-Liquor-jan23.pdf>



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Annexure 4: Detailed explanation of covenants of the rated instrument/facilities: Not Applicable.

Note on complexity levels of the rated instrument: Infomerics has classified instruments rated by it on the basis of complexity and a note thereon is available at www.infomerics.com.